FORM MR-AR (Revised 2/2001)

m 631/002

## STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

1594 West North Temple - Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Telephone: (801) 538-5291

Fax: (801) 359-3940

## ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I.	General Information			
	1.	Report Time Period: From (mo./yr.)01/03 To (mo./yr.)12/03		
	2.	DOGM File Number (Mine No): 31/00 / 02		
	3.	Mine Name: Koosharem		
	4.	Mineral(s) Mined (or permitted to mine): Kaolin		
	5.	Type of mine   ☑ Surface Mine or ☐ Underground Mine		
	6.	Legal Description (Location of Lands Affected):		
		<u>SW</u> 1/4, <u>SE</u> 1/4, <u>SE</u> 1/4, Section <u>2</u> , Township <u>27S</u> , Range <u>2W</u>		
		<u>SE</u> 1/4, <u>SE</u> 1/4, <u>SE</u> 1/4, Section <u>2</u> , Township <u>27S</u> , Range <u>2W</u>		
		1/4,1/4,1/4, Section, Township, Range		
7.	Name of Operator or Company: Paradise Management Inc.			
	8.	Permanent Street Address: 905 N. Main		
		City, State, Zip: Fillmore, Utah 84631		
	Phone: 435-743-5848 Fax: 435-743-5844			
	9.	Company Representative (or designated operator):		
		Name:Don W. Fullmer		
		Title: President		
		Business Address: 905 N. Main		
		City, State, Zip: Fillmore, Utah 84631		
		Phone: 435-743-5848 Fax: 435-743-5844		
		Please check if any of the above information has changed since previous year.		
II.	Minir	ng and Reclamation		
	1.	Was there any mine related activity during the past year? Yes □ No □		
	2.	If no - what was the last year of activity?		
	3	If yes - how much ore or mineral was mined? 37,382.31 US Tons		

4.	Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.		
	Open pit mining consi	sting of ripping,	
	stockpiling, loading	and shipping. No	
	additional surface di	sturbance occurred.	
5.	How much additional acreage was	disturbed during the past year? None	
6.	How much acreage was reclaimed	during the past year?None	
7.	should include methods employed, a	efly describe the reclamation work performed during the past year. This description all include methods employed, and an evaluation of the results.  None	
8.	What is the total disturbed acreag	turbed acreage of entire project at years end? 11.75	
9.	Briefly summarize any mining and/or reclamation plans for the upcoming year.  Seed topsoil piles and erect warning signs		
OTE:	Section III., "Additional Informatio	n" applies only to large mining operations.	
I. <u>Additional</u>	l Information - R647-4-121.2 and .3		
1.	<ol> <li>The operator shall include an updated map depicting surface disturbance and reclamate performed during the year, prepared in accordance with Rule R647-4-105.</li> <li>The operator shall keep and maintain timely records relating to his performance under the A and shall make these records available to the Division upon request.</li> </ol>		
2.			
V. <u>Signatur</u>	e Requirement		
I her	eby certify that the foregoing is	true and correct.	
	Name (Typed or Print):	Paradise Management Inc.	
	Title of Operator:	President	
	Signature of Operator:	Non W. Fullmer	
	Date:	1-20-04	

jb
o:\forms\reports\MR-AR